107TH CONGRESS 1ST SESSION

S. 319

To amend title 49, United States Code, to ensure that air carriers meet their obligations under the Airline Customer Service Agreement, and provide improved passenger service in order to meet public convenience and necessity.

IN THE SENATE OF THE UNITED STATES

February 13, 2001

Mr. McCain (for himself, Mr. Hollings, and Mrs. Hutchison) introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

A BILL

To amend title 49, United States Code, to ensure that air carriers meet their obligations under the Airline Customer Service Agreement, and provide improved passenger service in order to meet public convenience and necessity.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Airline Customer Serv-
- 5 ice Improvement Act".
- 6 SEC. 2. FINDINGS.
- 7 The Congress finds the following:

- (1) The Inspector General of the Department of Transportation has found that the airlines' voluntary commitment to better service, set forth in the Airline Customer Service Commitment, has resulted in positive changes in how air travelers are treated.
 - (2) While the Inspector General's Final report noted that the voluntary effort has produced benefits faster than a legislative or regulatory mandate, which could have taken years to implement, the Inspector General has recommended additional changes that require legislation and regulations.
 - (3) The Airline Customer Service Commitment has prompted the airlines to address consumer concerns in many areas, ranging from providing information more accurately on delays to explaining that lower fares may be available through the Internet.
 - (4) The airlines were cooperative with, and responsive to, many of the suggestions the Inspector General made in the interim report last year.
 - (5) The Inspector General has determined that, while there has been significant progress in improving airline customer service, certain areas covered by the Airline Customer Service Commitment are in need of significant clarification and improvement and, where appropriate, enforcement action.

1	SEC. 3. DEPARTMENT OF TRANSPORTATION TO DEVOTE
2	GREATER RESOURCES TO AIRLINE PAS-
3	SENGER CONSUMER PROTECTION.
4	(a) In General.—The Secretary of Transportation
5	shall increase the resources of the Department of Trans-
6	portation allocated to providing—
7	(1) airline passenger consumer protection and
8	related services; and
9	(2) oversight and enforcement of laws and regu-
10	lations within the jurisdiction of the Department
11	that provide protection for air travelers.
12	(b) Report.—Within 60 days after the date of enact-
13	ment of this Act, the Secretary shall report to the Senate
14	Committee on Commerce, Science, and Transportation
15	and the House Committee on Transportation and Infra-
16	structure measures taken by the Secretary to carry out
17	subsection (a), together with a request for additional
18	funds or measures, if necessary, to carry out that sub-
19	section fully.
20	SEC. 4. AIRLINE CUSTOMER SERVICE COMMITMENT.
21	(a) In General.—Chapter 417 of title 49, United
22	States Code, is amended by adding at the end the fol-

23 lowing:

1	"SUBCHAPTER IV. AIRLINE CUSTOMER
2	SERVICE
3	"§ 41781. Airline customer service requirements
4	"(a) In General.—Within 60 days after the date
5	of enactment of the Airline Customer Service Improve-
6	ment Act, each large air carrier shall incorporate the pro-
7	visions of the Airline Customer Service Commitment exe-
8	cuted by the Air Transport Association and 14 of its mem-
9	ber airlines on June 17, 1999, in its contract of carriage
10	"(b) Additional Obligations.—Within 60 days
11	after the date of enactment of the Airline Customer Serv-
12	ice Improvement Act, each large air carrier shall institute
13	the following practices:
14	"(1) Include fares available at the air carrier's
15	ticket offices and airport ticket service counters
16	when quoting the lowest fare available to passengers
17	"(2) Notify customers that lower fares may be
18	available through other distribution systems, includ-
19	ing Internet websites.
20	"(3) Provide, no later than the 5th day of each
21	month, the air carrier's on-time performance rate for
22	each scheduled flight for the most recently-ended
23	month for which data is available through its Inter-
24	net website

1	"(4) Disclose, without being requested, the on-
2	time performance and cancellation rate for a chron-
3	ically-delayed or canceled flight whenever a customer
4	makes a reservation or purchases a ticket on such
5	a flight.
6	"(5) Establish a plan with respect to pas-
7	sengers who must unexpectedly remain overnight
8	during a trip due to flight delays, cancellations, or
9	diversions.
10	"(6) Tell all passengers on a flight what the air
11	carrier is required to pay passengers involuntarily
12	denied boarding before making offers to passengers
13	to induce them voluntarily to relinquish seats.
14	"(c) Compliance Assurance.—
15	"(1) AIR CARRIER FUNCTIONS.—Each large air
16	carrier also shall—
17	"(A) establish a customer service quality
18	assurance and performance measurement sys-
19	tem within 90 days after the date of enactment
20	of the Airline Customer Service Improvement
21	Act;
22	"(B) establish an internal audit process to
23	measure compliance with the commitments and
24	its customer service plan within 90 days after

1	the date of enactment of the Airline Customer
2	Service Improvement Act; and
3	"(C) cooperate fully with any Department
4	of Transportation audit of its customer service
5	quality assurance system or review of its inter-
6	nal audit.
7	"(2) DOT FUNCTIONS.—The Secretary of
8	Transportation shall—
9	"(A) monitor compliance by large air car-
10	riers with the requirements of this section and
11	take such action under subpart IV of this title
12	as may be necessary to enforce compliance with
13	this section under subpart IV of this title;
14	"(B) monitor air carrier customer service
15	quality assurance and performance measure-
16	ment systems to ensure that air carriers are
17	meeting fully their airline passenger service
18	commitments; and
19	"(C) review the internal audits conducted
20	by air carriers of their air carrier customer
21	service quality assurance and performance
22	measurement systems.
23	"(d) Definitions.—In this section—

1	"(1) Large air carrier.—The term 'large air
2	carrier' means an air carrier holding a certificate
3	issued under section 41102 that—
4	"(A) operates aircraft designed to have a
5	maximum passenger capacity of more than 60
6	seats or a maximum payload capacity of more
7	than 18,000 pounds; or
8	"(B) conducts operations where one or
9	both terminals of a flight stage are outside the
10	50 states of the United States, the District of
11	Columbia, the Commonwealth of Puerto Rico
12	and the U.S. Virgin Islands.
13	"(2) Chronically delayed or canceled.—
14	A flight shall be considered to be chronically-delayed
15	or canceled if at least 40 percent of the flight's de-
16	partures are delayed for at least 15 minutes or at
17	least 40 percent of the flights are canceled.".
18	(b) Enforcement.—Section 46301(a)(7) of title 49,
19	United States Code, is amended by striking "40112 or
20	41727" and inserting "40112, 41727, or 41781".
21	(c) Conforming Amendment.—The chapter anal-
22	ysis for chapter 417 of title 49, United States Code, is
23	amended by adding at the end the following:
"4178	"SUBCHAPTER IV. AIRLINE CUSTOMER SERVICE 31. Airline customer service requirements".

SEC. 5. OTHER SERVICE-ENHANCING IMPROVEMENTS.

- 3 enactment of this Act, each large air carrier (as defined
- 4 in section 41781(d)(1)) shall—
- (1) establish realistic targets for reducing
 chronically-delayed and canceled flights;
- 7 (2) establish a system passengers may use be-8 fore departing for the airport to determine whether 9 there is a lengthy flight delay or whether a flight has 10 been canceled;
 - (3) develop and implement a system for tracking and documenting the amount of time between the receipt of a passenger's claim for missing baggage and the delivery of the baggage to the passenger, including the time taken by a courier or other delivery service to deliver found baggage to the passenger;
 - (4) monitor and report its efforts to improve services provided to passengers with disabilities and special needs, including services provided at airports such as check-in, passenger security screening (particularly for passengers who use wheelchairs), boarding, and disembarkation;
 - (5) clarify terminology used to advise passengers of unscheduled delays or interruptions in service, such as "extended period of time" and

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- "emergency", in order better to inform passengers
 about what they can expect during on-board delays;
 - (6) ensure that comprehensive passenger service contingency plans are properly maintained and that the plans, and any changes to those plans, are coordinated with local airport authorities and the Federal Aviation Administration;
 - (7) ensure that master airport flight information display monitors contain accurate, up-to-date flight information and that the information is consistent with that shown on the carrier's flight information display monitors;
 - (8) establish a toll-free telephone number that a passenger may use to check on the status of checked baggage that was not delivered on arrival at the passenger's destination;
 - (9) if it maintains a domestic code-share arrangement with another air carrier, conclude an agreement under which it will conduct an annual audit of that air carrier's compliance with the other air carrier's airline customer service commitment; and
 - (10) if it has a frequent flyer program, make available to the public a comprehensive report of frequent flyer redemption information in their customer

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- 1 literature and annual reports, including information
- 2 on the percentage of successful redemption of fre-
- quent flyer awards and the number of seats available
- 4 for such awards in the air carrier's top 100 origin
- 5 and destination markets.

(b) Initial Response Reports.—

- 7 (1) AIR CARRIERS.—Within 90 days after the
- 8 date of enactment of this Act, each large air carrier
- 9 shall report to the Secretary of Transportation on
- its implementation of the obligations imposed on it
- by this Act.

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- 12 (2) Secretary.—Within 270 days after the
- date of enactment of this Act, the Secretary of
- 14 Transportation shall report to the Congress on the
- implementation by large air carriers of the obliga-
- tions imposed on them by this Act, together with
- such additional findings and recommendations for
- additional legislative or regulatory action as the Sec-
- retary deems appropriate.

20 SEC. 6. IMPROVED DOT STATISTICS.

- 21 (a) MISSING BAGGAGE.—In calculating and reporting
- 22 the rate of mishandled baggage for air carriers, the De-
- 23 partment of Transportation shall not take into account
- 24 passengers who do not check any baggage.

- 1 (b) Chronically Delayed or Canceled
- 2 Flights.—The Office of Aviation Enforcement and Pro-
- 3 ceedings of the Department of Transportation in coordina-
- 4 tion with the Bureau of Transportation Statistics of the
- 5 Department of Transportation, shall include a table in the
- 6 Air Travel Consumer Report that shows flights chronically
- 7 delayed by 15 minutes or more and flights canceled 40
- 8 percent or more for 3 consecutive months or more.

9 SEC. 7. DOT REGULATIONS ON BUMPING.

- 10 (a) Uniform Check-in Deadline.—The Secretary
- 11 of Transportation shall initiate a rulemaking within 30
- 12 days after the date of enactment of this Act to amend
- 13 the Department of Transportation's Regulations to estab-
- 14 lish a uniform check-in deadline and to require air carriers
- 15 to disclose, both in their contracts of carriage and on tick-
- 16 et jackets, their policies on how those deadlines apply to
- 17 passengers making connections.
- 18 (b) Bumped Passenger Compensation.—The Sec-
- 19 retary of Transportation shall initiate a rulemaking within
- 20 30 days after the date of enactment of this Act to amend
- 21 the Department of Transportation's Regulation (14
- 22 C.F.R. 250.5) governing the amount of denied boarding
- 23 compensation for passengers denied boarding involuntarily
- 24 to increase the maximum amount thereof.

- 1 (c) Clarify Certain Terms.—The Secretary of
- 2 Transportation shall clarify the terms "any undue or un-
- 3 reasonable preference or advantage" and "unjust or un-
- 4 reasonable prejudice or disadvantage", as used in section
- 5 250.3 of the Department of Transportation's Regulations
- 6 (14 C.F.R. 250.3), for purposes of air carrier priority
- 7 rules or criteria for passengers denied boarding involun-

8 tarily.

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